Message Text

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PAGE 01 RIO DE 03871 182057Z

11

ACTION ARA-20

INFO OCT-01 ISO-00 CIAE-00 DODE-00 PM-07 H-03 INR-10 L-03

NSAE-00 NSC-10 PA-04 RSC-01 PRS-01 SPC-03 SS-20

USIA-15 ACDA-19 IO-14 AID-20 COME-00 EB-11 FRB-02

TRSE-00 XMB-07 OPIC-12 CIEP-02 LAB-06 SIL-01 OMB-01

SCEM-02 INT-08 NEA-10 EUR-25 DRC-01 /239 W

----- 015035

R 182014Z OCT 73 FM AMCONSUL RIO DE JANEIRO TO AMEMBASSY BRASILIA INFO SECSTATE WASHDC 9487 AMEMBASSY QUITO AMCONSUL SAO PAULO

LIMITED OFFICIAL USE RIO DE JANEIRO 3871

E.O. 11652: N/A TAGS: ENRG, BR

SUBJECT: POSSIBLE DIVERSION OF AMERICAN PRODUCED ECUDORAN

PETROLEUM TO CUBA

REF: SAO PAULO 2397

- 1. TRANSACTION REPORTED REFTEL MAY BE RELATED TO ONE RECENTLY DESCRIBED TO CONGEN OFFICER BY BRAZILIAN REPRESENTATIVE OF US COMPANY SELLING CRUDE TO PETROBRAS WHO HAS GOOD CONTACTS WITH PETROBRAS.
- 2. IN DISCUSSING WORLD PRICE SITUATION, HE MENTIONED IN PASSING THAT HE'D HEARD BRAZIL HAD BID SOMETHING LIKE \$4.22/BARREL F.O.B. FOR LOW-GRADE ECUADOREAN CRUDE, AND HAD COME IN NINTH IN BIDDING. HE SAID HE UNDERSTOOD RUSSIAN INTERESTS (NOT SWISS AS MENTIONED IN REFTEL) HAD WON BID WITH A PRICE OF \$5.09/BARREL. HE SAID HE AND OTHER LIMITED OFFICIAL USE

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INDUSTRY PEOPLE INFERRED RUSSIA WAS BUYING THIS FOR CUBAN

ACCOUNT, TAKING ADVANTAGE OF LOW FREIGHT RATES ECUADOR/CUBA TO HELP OFFSET HIGH BID PRICE. HE INDICATED HIGH FREIGHT RATES TO ALMOST ANY OTHER DESTINATION WOULD PROBABLY HAVE MADE IT IMPRACTICAL FOR SOVIETS TO PAY SUCH A HIGH PRICE.

3. INDUSTRY REP. EMPHASIZED HE HAD NO HARD INFORMATION ABOUT DESTINATION OF CRUDE. SPECULATION AROSE ONLY BECAUSE OF PRICE PAID. OFFICIAL ALSO DID NOT REFER TO CRUDE AS BEING AMERICAN-PRODUCED. BOONSTRA

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Message Attributes

Automatic Decaptioning: X Capture Date: 01 JAN 1994 Channel Indicators: n/a

Current Classification: UNCLASSIFIED

Concepts: n/a Control Number: n/a Copy: SINGLE Draft Date: 18 OCT 1973 Decaption Date: 01 JAN 1960 Decaption Note: Disposition Action: RELEASED

Disposition Action: RELEASED
Disposition Approved on Date:
Disposition Authority: smithrj
Disposition Case Number: n/a
Disposition Comment: 25 YEAR REVIEW
Disposition Date: 28 MAY 2004
Disposition Event:
Disposition History: n/a
Disposition Reason:
Disposition Remarks:
Document Number: 1973RIODE03871

Document Number: 1973RIODE03871 Document Source: CORE Document Unique ID: 00

Drafter: n/a Enclosure: n/a Executive Order: N/A Errors: N/A Film Number: n/a From: RIO DE JANEIRO Handling Restrictions: n/a

Image Path:

Legacy Key: link1973/newtext/t19731024/aaaaarjw.tel Line Count: 71 Locator: TEXT ON-LINE

Office: ACTION ARA Original Classification: LIMITED OFFICIAL USE

Original Handling Restrictions: n/a Original Previous Classification: n/a Original Previous Handling Restrictions: n/a

Page Count: 2

Previous Channel Indicators:
Previous Classification: LIMITED OFFICIAL USE

Previous Handling Restrictions: n/a Reference: SAO PAULO 2397 Review Action: RELEASED, APPROVED Review Authority: smithrj

Review Comment: n/a
Review Content Flags: Review Date: 16 JAN 2002

Review Event:

Review Exemptions: n/a
Review History: RELEASED <16-Jan-2002 by martinml>; APPROVED <16-Jan-2002 by smithrj>

Review Markings:

Declassified/Released US Department of State EO Systematic Review 30 JUN 2005

Review Media Identifier: Review Referrals: n/a Review Release Date: n/a Review Release Event: n/a **Review Transfer Date:** Review Withdrawn Fields: n/a

Secure: OPEN Status: NATIVE

Subject: POSSIBLE DIVERSION OF AMERICAN PRODUCED ECUDORAN PETROLEUM TO CUBA

TAGS: ENRG, BR To: STATE

Type: TE

Markings: Declassified/Released US Department of State EO Systematic Review 30 JUN 2005